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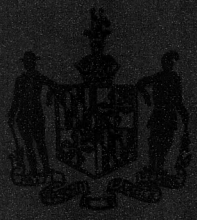
Twenty-Second Annual Report

OF THE

Maryland Racing Commission

TO

THE GOVERNOR OF MARYLAND



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Maryland Racing Commission

BOARD

CHESTER F. HOCKLEY, *Chairman*
FRANK SMALL, JR.
GEORGE P. MAHONEY

STAFF

JAMES F. HAYWARD	*Secretary*
MRS. WILLIAM CHESNUT	*Stenographer and Bookkeeper*
EDWARD G. SHIPLEY	*Auditor*
THOMAS A. LADSON	*Veterinarian*
CHARLES S. EARLY	*Chief Inspector*
GEORGE J. MUELLER	*Special Inspector*
J. WILLIAM GRAHAM	*Inspector*
MAX M. KAUFMAN	*Inspector*
BERNARD BEALL	*Inspector*
C. WILLING BROWNE	*Inspector*
HARRY D. MASSEY	*Inspector*

Twenty-Second Annual Report

OF THE

Maryland Racing Commission

TO HIS EXCELLENCY, HERBERT R. O'CONOR,

Governor of Maryland.

The racing season of 1941 was the most successful in the history of the Maryland Racing Commission. During the year eight races per day were permitted at all tracks for the first time. Heretofore, eight races had been permitted only on those tracks which furnished steeplechase racing, one of the races, when eight were run, being a steeplechase. A large increase in the number of horses in training the past several years has made it impossible for many horses to be entered in races. Before the 1941 racing season opened permission, was given for the running of eight races per day with an understanding between the Commission and the tracks that the increase was in the nature of an experiment, in order that the reaction of the public to the additional races might be determined, and after an agreement with each track which had steeplechase racing that the steeplechases would be continued and that the substitution of a flat race for a steeplechase would be permitted only when the latter race failed to fill satisfactorily, and "satisfactorily" was defined as having at least five bona fide entries in separate ownerships by five different trainers. The eighth race has proven to be very popular with the public, and no substitutions of flat races were made where it was possible to fill a steeplechase race.

During the Spring racing season at the mile tracks it became evident to the Commission that racing in Maryland would this year enjoy a degree of prosperity unequalled for many years. The Commission therefore held two meetings in June with the management of three of the mile tracks and arranged with them for the average daily purse distribution for fall racing to be

increased. At the same time the purses at the county fair tracks were also increased. Coupled with the increase in the average purse for the benefit of the horsemen was the request that the additional money should be distributed in such a manner that better racing would be encouraged and the entertainment of the public enhanced by providing better purses for the better grade horses. As a result the quality of racing improved to a marked degree on the mile tracks and to some lesser extent at the county fair tracks. The attendance at the mile tracks in 1941 totaled 761,859, as compared with 672,869 in 1940, and at the county fair tracks these figures were 258,728 in 1941 and 234,731 in 1940. The increase in the total money distributed, together with the increase in the number of races from seven to eight per day, provided substantial additional income for all horsemen and at the same time created greater opportunities for the racing of the cheaper horses.

Prior to the 1941 racing season a sample of saliva was taken from the winning horse of each race, but only three or four samples per day were analyzed for the detection of the presence of any prohibited drug. Before racing started in 1941, however, the Commission notified all the tracks operating in the State where betting privileges are permitted that a specimen of saliva from the winners of all races should be taken by the Commission's veterinarian and analyzed by the Commission's chemist for the presence of any drug or stimulant prohibited under the "Corrupt Practices" section of the Rules of Racing. The Commission also issued instructions that in addition to the winners, any other horses whose performance in the opinion of the racing officials indicated the possibility of any violation of the Rules of Racing should be similarly tested, and that, where it seemed advisable, an analysis of the urine of any horse in a race should also be made. During the year three horses were found to have been stimulated. Two of the cases were reported during the Spring meetings, and the Commission imposed extremely lenient penalties upon the trainers of those horses because of the fact that the analyses disclosed the effect of a drug that had not theretofore been identified in horse saliva except through experimental work. The Commission stated at the time the penalties were imposed that those trainers who permitted the drugging of horses in their care by failing to provide the necessary protection would be treated with greater and greater severity in each succeeding

case. This policy was carried out when the third case of stimulation was disclosed during racing in the Fall, and the Commission will continue to impose more and more severe penalties until the trainers of race horses realize the importance of properly protecting their charges from any individuals without or within their organizations.

During the year a great deal of publicity has been given to the subject of "nerving" horses. This publicity resulted from the discovery by the Humane Society of Baltimore County of very inhumane treatment of a race horse in a stable not then under the jurisdiction of the Racing Commission. The Humane Society reported the matter to the Chairman of the Commission, who was advised by the Attorney General of Maryland that the Commission had no authority to act under the circumstances surrounding the case. The Chairman, however, cooperated with the Humane Society of Baltimore County and the State's Attorney's Office to the end that a trainer licensed by the Racing Commission was convicted of cruelty to a race horse in his care. The Commission thereupon revoked that trainer's license and denied him the privilege of training horses for racing in this State. The question of whether horses which have been "nerved" shall be permitted to continue racing is a broad one. It is possible that investigation may develop facts which prove that certain operations of this nature, done by competent veterinarians and under proper conditions, may be beneficial and no more inhumane than many operations performed on human beings, whereas other operations to accomplish the same purpose might easily be such that they should not be permitted under any conditions. The particular case of cruelty as the result of a "nerving" operation is the first instance of "nerving" which has been brought before the Commission since it was created in 1920. It is the opinion of the Commission that before any rule is passed regarding the racing of any horses on which a "nerving" operation has been performed a thorough study of the whole subject should be made, and that any rule should be based on scientific data, and at the same time proper provision for enforcement of the rule should be provided. Advice is being solicited by the Commission from the leading veterinary experts of this country in order to determine whether the subject is one on which the Commission should rule, and if so, to be sure that such a rule will provide

complete protection for the horses, jockeys, owners and trainers, and the betting public.

The increased attendance referred to above is reflected in the amount of money bet in the State during the current year. In 1941 the betting totaled $50,113,465.00, an increase of $12,178,362.00, or 32.1%, over 1940. The State's income from the mile tracks is made up of 2% of the total money wagered, a $6,000.00 daily license fee, $6,000.00 received from each track for specific purposes, and 15% of the net revenue. These items totaled $1,672,635.24 in 1941, which exceeds by $311,163.22 the amount the State received from the same sources in 1940. In addition, Baltimore County received the regular $75,000.00 paid to it by the Maryland Jockey Club.

The State's income from the county fair tracks is made up of 2% of the total amount wagered in excess of $500,000.00 at each track, plus 5% of the net income at each track. These items, which were not directly available to the State in prior years, totaled $124,653.25 in 1941. The State received from both the mile tracks and the county fair tracks certain miscellaneous license and registration fees amounting, in 1941, to $2,417.00.

The State also benefits from racing through amounts paid directly by the Racing Associations to the State Treasurer in the tax on admissions, which totaled $16,371.89 for the current year.

The total income available to the State from the various sources above enumerated totaled $1,816,077.38 for 1941, an increase of $435,248.95 over the previous year.

The money distributed by all tracks in purses, and exclusive of subscriptions made by horsemen, totaled $1,449,500.00 in 1941, as compared with $1,291,715.00 in 1940. For the four years preceding the current year the money distributed by the tracks to the horsemen increased from $1,158,085.00 in 1937 to $1,291,715.00 in 1940, or an increase during that period of $133,630.00, whereas in the year 1941 the increase over 1940 amounted to $157,785.00.

In addition to the increase in money distributed by the tracks, the Commission has received the cooperation of the racing associations in its effort to improve the facilities at the

tracks for the public and for the horsemen. This is evidenced in the expenditures made during the year for such improvements. In 1941 the tracks spent for this purpose a total of $247,383.01, which is $136,188.63 more than was expended in 1940. The tracks are cooperating with the Commission in making plans for many additional improvements in 1942, if labor and materials can be made available.

The generally improved conditions of the country and the better class of racing in this State are reflected in the following comparative figures. In 1940, when only seven races per day were permitted at tracks not having steeplechase courses, the average amount bet per race at the mile tracks was $42,932.43, whereas in 1941, with eight races per day at all tracks, the average amount bet per race was $52,316.87 and the average amount bet per person per race in 1941 was $6.87, in comparison with $6.38 in 1940.

During the year, due to changing conditions and a greatly enlarged interest in racing by the public, the Commission was confronted with many legal problems. Under Maryland State law the office of the Attorney General of the State of Maryland is the legal advisor of the Commission, and the Commission desires to express its appreciation of the expert advice given to it by Attorney General William C. Walsh and his able assistants, Mr. Norwood B. Orrick and Mr. Robert R. Bowie.

The racing associations licensed by the Commission, the racing officials at the various tracks, the Maryland Horse Breeders' Association, have all shown a fine spirit of cooperation with the Commission in doing all possible to provide better racing for the current year and toward improving the quality of racing in Maryland in the future, and the Commission is glad to express its appreciation of this attitude.

It is with pleasure and gratitude that the Commission recognizes the support which the public of Maryland and other States has given to the racing in this State.

Respectfully submitted,

(Signed) CHESTER F. HOCKLEY, *Chairman*
FRANK SMALL, JR.
GEORGE P. MAHONEY

MARYLAND RACING COMMISSION
Baltimore, Maryland

STATEMENT OF RECEIPTS AND DISBURSEMENTS
For the Year Ended December 31, 1941

RECEIPTS

COUNTY FAIRS:			
Agricultural and Mechanical Ass'n of Washington Co., Hagerstown:			
Ten days racing at $50.00 per day		$500.00	
Two percent tax on money wagered in excess of $500,000.00		14,226.26	
Five percent of net revenue		1,262.94	
Five percent of 1940 net revenue adjustment for note and mortgage payment of $19,000.00		950.00	
Unexpended balance of $5,000.00 allowed by law for premiums		.....	
			$16,939.20
Harford County Fair Association, Inc., Bel Air:			
Ten days racing at $50.00 per day		500.00	
Two percent tax on money wagered in excess of $500,000.00		33,457.16	
Five percent of net revenue		2,346.86	
Unexpended balance of $5,000.00 allowed by law for premiums		.....	
			36,304.02
Cumberland Fair Association, Cumberland:			
Ten days racing at $50.00 per day		500.00	
Two percent tax on money wagered in excess of $500,000.00		17,605.72	
Five percent of net revenue		1,529.49	
Unexpended balance of $5,000.00 allowed by law for premiums		.....	
			19,635.21
Southern Maryland Agricultural Fair Association, Marlboro:			
Ten days racing at $50.00 per day		500.00	
Two percent tax on money wagered in excess of $500,000.00		22,481.86	
Five percent of net revenue		4,298.60	
Unexpended balance of $5,000.00 allowed by law for premiums		877.50	
			28,157.96
Md. State Fair and Agricultural Society of Balto. Co., Timonium:			
Ten days racing at $50.00 per day		500.00	
Two percent tax on money wagered in excess of $500,000.00		27,444.36	
Five percent of net revenue		.....	
Unexpended balance of $5,000.00 allowed by law for premiums		.....	
			27,944.36
Total Receipts from County Fairs			**$128,980.75**

Total Receipts from County Fairs				**$128,980.75**
ONE-MILE TRACKS:				
Harford Agricultural and Breeders' Association, Havre de Grace:				
Twenty-five days racing at $6,000.00 per day		$150,000.00		
Two percent tax on money wagered		202,078.26		
Fifteen percent of net revenue		65,754.07		
			$417,832.33	
Maryland State Fair, Inc., Laurel:				
Twenty-five days racing at $6,000.00 per day		150,000.00		
Two percent tax on money wagered		192,931.42		
Fifteen percent of net revenue		44,270.47		
			387,201.89	
Maryland Jockey Club of Baltimore City, Pimlico:				
Twenty-five days racing at $6,000.00 per day		150,000.00		
Twenty-five days racing at $3,000.00 per day, a/c Baltimore Co.		75,000.00		
Two percent tax on money wagered		229,272.20		
Fifteen percent of net revenue	$38,000.00			
Less: Overpayment	149.20			
		37,850.80		
			492,123.00	
Southern Maryland Agricultural Association, Bowie:				
Twenty-five days racing at $6,000.00 per day		150,000.00		
Two percent tax on money wagered		212,772.06		
Fifteen percent of net revenue		63,705.96		
			426,478.02	
Total Receipts from Mile Tracks				**$1,723,635.24**
MISCELLANEOUS:				
License fees, jockeys and trainers			$1,906.00	
Registration Fees:				
Agents		$108.00		
Jockey agents		69.00		
Colors		334.00		
			511.00	
				2,417.00
Total of All Receipts				**$1,855,032.99**

MARYLAND RACING COMMISSION
Baltimore, Maryland

STATEMENT OF RECEIPTS AND DISBURSEMENTS
For the Year Ended December 31, 1941

DISBURSEMENTS

COUNTY FAIRS:			
TO TREASURERS OF COUNTIES FOR TEN DAYS:			
License fees at $50.00 per day:			
Washington County (Agricultural & Mechanical Association of Washington County, Hagerstown)		$500.00	
Harford County (Harford County Fair Association, Inc., Bel Air)		500.00	
Allegany County (Cumberland Fair Association, Cumberland)		500.00	
Prince George's County (Southern Maryland Agricultural Fair Association, Marlboro)		500.00	
Baltimore County (Maryland State Fair & Agricultural Society of Baltimore County, Timonium)		500.00	
Total Disbursements to County Treasurers for County Fairs			**$2,500.00**
TO TREASURER OF BALTIMORE COUNTY:			
License fee for 25 days racing at $3,000.00 per day (Maryland Jockey Club of Baltimore City, Pimlico)			75,000.00
OFFICE EXPENSES AND DISBURSEMENTS:			
SALARIES:			
Commission	$10,000.00		
Office	5,800.00	$15,800.00	

Employees' salaries and expenses for county fairs	225.00		
Substitute stenographer, salary	50.00		
Premiums on bonds (commission and office)	1,310.00		
Automobile hire	1,498.50		
Travel and miscellaneous expense	1,094.21		
Stationery, printing and postage	347.74		
Subscriptions and dues	351.99		
Telephone and telegraph	312.56		
Rent	495.00		
Saliva tests	416.28		
Court costs and various litigations, investigations, etc.	692.80		
Office equipment	400.90		
Miscellaneous	18.50		
Total Office Disbursements		**$23,013.48**	
MARYLAND STATE FAIR BOARD:			
Salaries	$1,090.00		
Expenses and office supplies	314.26		
Office equipment	31.45		
Total Disbursements for Maryland State Fair Board		**$1,435.71**	
Net Revenue to Treasurer of State—1941			**$1,753,083.80**
Total of All Disbursements			**$1,855,032.99**

HARFORD AGRICULTURAL AND BREEDERS' ASSOCIATION, INCORPORATED

STATEMENT OF INCOME AND SURPLUS FOR THE YEAR ENDED OCTOBER 31, 1941

REVENUE

Admissions:		
General	$215,625.00	
Clubhouse	14,595.00	
Boxes	4,372.00	
Service charges in connection with complimentary badges	6,234.60	
Pari-mutuel commissions and breakage	1,095,620.10	
Programs—net	11,944.80	
Concessions	9,150.00	
Interest on obligations of the United States of America	5,275.00	
Dividends	82.50	
Sale of manure	1,000.00	
Rental	120.00	
Leads to post	100.00	
Total		$1,364,119.00

*EXPENSES

State license—25 days at $6,000.00 each	$150,000.00	
State tax on pari-mutuel sales	202,078.26	
State tax on admissions:		
Applicable to the current fiscal year	2,408.31	
Applicable to prior years	35.79	
Stakes and purses	278,100.00	
Awards to breeders	8,500.00	
Groom fees	400.00	
Pari-mutuel expenses:		
Salaries and wages	62,714.00	
Rent of totalisator	47,877.70	
Stationery and printing	4,242.50	
Transportation of money	1,920.00	
Cash shortage—net	333.85	
Miscellaneous	1,235.00	
Salaries and wages of racing officials and employees	31,140.50	
Wages of temporary track employees	15,336.30	
Services of detective agency	12,482.39	
Ambulance and hospital service	500.00	
Rent of starting stalls (including transportation, etc.)	1,738.25	
Photo-finish expense	2,750.00	
Music and announcing	1,459.04	
Advertising and publicity service	12,413.56	
FORWARD	$837,665.45	$1,364,119.00

REVENUE—(Forward)				$1,364,119.00
*EXPENSES—(Forward)			$837,665.45	
Officers' salaries, directors' compensation, and legal retainer fee:				
Edward Burke:				
Salary as President and Treasurer	$15,000.00			
Compensation as Director	800.00			
		$15,800.00		
Richard Reid Rogers:				
Salary as Vice-President and Secretary	$1,600.00			
Compensation as Director	800.00			
		2,400.00		
William Kennedy, Compensation as Director		800.00		
S. J. Burke, Compensation as Director		800.00		
Michael W. Fahey, Compensation as Director		800.00		
Robert H. Archer, Legal Retainer Fee		2,000.00		
			22,600.00	
Salaries and wages of regular track employees			12,063.00	
Repairs and maintenance			12,568.11	
Tools and supplies			1,624.75	
Team and truck hire			1,011.00	
Heat, light, and water			2,290.06	
Taxes—real estate, franchise, personal property, Federal capital stock, etc.			11,979.98	
Insurance premiums—net			12,883.43	
Rent of parking lot			8,000.00	
Rent—right of way over farm			150.00	
Stationery, printing, and postage			3,857.35	
Telephone and telegraph			1,005.04	
Professional services			2,279.84	
Donations:				
American Red Cross	$100.00			
Community Fire Co.	50.00			
The Community Fund of Baltimore, Inc.	2,000.00			
Harford Memorial Hospital	500.00			
Susquehanna Hose Co., Inc.	100.00			
United Service Organizations	400.00			
			3,150.00	
Payments under Maryland Revenue Act of 1939:				
Maryland State Fair Board			4,000.00	
Maryland Horse Breeders' Association			2,000.00	
Federal old-age benefits tax			1,160.49	
Unemployment compensation taxes			3,409.32	
Miscellaneous			4,873.18	
Total				948,571 00
***Net Income for the Year**				**$415,548.00**

***Net Income for the Year (Forward)**		**$415,548.00**
SURPLUS CREDITS		
Pari-mutuel tickets outstanding applicable to meetings of the fiscal year 1938 credited to surplus	$3,987.50	
Profit on sale of land	11,255.35	
Total		15,242.85
***Gross Surplus for the Year**		**$430,790.85**
SURPLUS CHARGES (exclusive of dividends)		
Taxes on income for the preceding calendar year:		
Federal	$26,066.02	
State of Maryland	1,571.47	
State of Maryland license fee or tax of 15% of net taxable revenue for the preceding year ended October 31	21,853.01	
Provision for depreciation for the preceding calendar year, as determined by the Association	14,837.72	
Total		64,328.22
Surplus for the Year, Before Dividends		**$366,462.63**
Dividends Paid		**200,000.00**
Surplus for the Year		**$166,462.63**

NOTES TO STATEMENT OF INCOME AND SURPLUS, ETC.

*Exclusive of or before provision for depreciation of property, Federal and State income taxes, and State license fee or tax of 15% of net taxable revenue.

NOTE:

No provision is included in the foregoing statement for depreciation of property, Federal and State taxes on income, and Federal unemployment compensation tax for the ten months ended October 31, 1941, for license fee or tax of 15% of net taxable revenue for the year ended October 31, 1941, amounting to $65,754.07, or for Federal capital stock tax accrued for the period from July 1 to October 31, 1941.

STATEMENT SHOWING COMPUTATION OF NET REVENUE FOR THE YEAR ENDED OCTOBER 31, 1941, TAXABLE BY THE MARYLAND RACING COMMISSION

Surplus for the Year		**$166,462.63**
AMOUNTS WHICH WERE DEDUCTED IN DETERMINING SURPLUS FOR THE YEAR, BUT WHICH ARE NOT ALLOWED BY THE COMMISSION IN COMPUTING NET TAXABLE REVENUE:		
Taxes on income for the year ended December 31, 1940:		
Federal	$26,066.02	
State of Maryland	1,571.47	
State of Maryland license fee or tax of 15% of net taxable revenue for the year ended October 31, 1940	21,853.01	
Provision for depreciation for the year ended December 31, 1940 as determined by the Association	14,837.72	
Dividends paid	200,000.00	
Donations	3,150.00	
Cost of land sold during the year; the cost was allowed as a deduction in computing net taxable revenue for the year ended October 31, 1937, being the year in which the land was purchased	4,419.65	
		271,897.87
Net Revenue for the Year Ended October 31, 1941, Taxable by the Maryland Racing Commission		**$438,360.50**
License Fee or Tax of 15% of Net Taxable Revenue for the Year Ended October 31, 1941		**$65,754.07**

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of the Harford Agricultural and Breeders' Association, Incorporated, for the year ended October 31, 1941, and in our opinion the above statement sets forth the net revenue for the year ended that date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 16, 1941

THE MARYLAND STATE FAIR, INCORPORATED

STATEMENT OF INCOME AND SURPLUS FOR THE PERIOD FROM NOVEMBER 2, 1940 TO OCTOBER 31, 1941

REVENUE

Admissions:		
General	$194,176.50	
Clubhouse	22,707.00	
Paddock	1,003.00	
Boxes	4,190.00	
Membership dues	1,600.00	
Service charge in connection with complimentary badges	6,188.40	
Pari-mutuel commissions and breakage	1,043,440.40	
Programs—net	13,970.57	
Concessions	11,350.00	
Rent	142.50	
Sale of manure	1,200.00	
Leads to post	130.00	
Total		$1,300,098.37

*EXPENSES

State license—25 days at $6,000.00 each	$150,000.00	
State tax on pari-mutuel sales	192,931.42	
State tax on admissions	1,149.32	
Stakes and purses	297,200.00	
Awards to breeders	7,750.00	
Groom fees	2,000.00	
Pari-mutuel expenses:		
Salaries and wages	53,836.00	
Rent of totalisator	46,076.37	
Stationery and printing	3,024.60	
Insurance on money	643.06	
Cash shortage—net	115.20	
Miscellaneous	1,131.87	
Salaries and wages of racing officials and employees	38,076.98	
Services of detective agencies	8,615.46	
Ambulance service	320.00	
Rent of starting stalls	1,875.00	
Transportation of horses	1,515.00	
Photo-finish expense	2,500.00	
Wages of track employees	25,713.86	
Advertising and publicity service	14,201.28	
Traveling and entertainment	1,457.90	
FORWARD	$850,133.32	$1,300,098.37

REVENUE—(Forward)			$1,300,098.37
*EXPENSES—(Forward)		$850,133.32	
Officers' salaries and directors' compensation:			
G. L. Stryker, President and Director	$8,000.00		
M. J. Winn, Executive Vice-President and Director	5,000.00		
F. J. Brady, Jr., Secretary Treasurer and Director (term of office expired May 6, 1941)	1,150.00		
D. P. MacGuire, Vice-President, General Manager, and Director	5,000.00		
Rigan McKinney, Director	833.33		
James Butler, Jr., Treasurer (since May 6, 1941) and Director	4,166.67		
Walter E. Travers, Secretary (since May 6, 1941) and Director	4,166.67		
		28,316.67	
Payments to widows of former officer and former director		3,722.22	
Office salaries		5,019.80	
Repairs and maintenance of property		15,365.06	
Automobile and tractor expense		1,258.15	
Water, heat, and light		3,371.04	
Taxes—real estate, franchise, personal property, Federal capital stock, etc.		25,037.09	
Insurance premiums—net		10,416.94	
Office rent—New York City		1,567.50	
Stationery, printing, and postage		3,365.49	
Telephone and telegraph—net		870.77	
Professional services		2,230.47	
Donations:			
Community Fund of Baltimore	$1,000.00		
St. Mary's Roman Catholic Church	2,000.00		
		3,000.00	
Payments under Maryland Revenue Act of 1939:			
Maryland State Fair Board		4,000.00	
Maryland Horse Breeders' Association		2,000.00	
Provision for doubtful accounts receivable from horsemen		162.00	
Expenses of State police		209.00	
Interest on loan		208.33	
Federal old-age benefits tax		1,277.12	
Unemployment compensation taxes		3,815.98	
Miscellaneous		3,828.08	
Total			969,175.03
***Net Income for the Period**			**$330,923.34**

SURPLUS CREDIT

Pari-mutuel tickets outstanding applicable to the meeting of the year 1938, credited to surplus	2,536.30
***Gross Surplus for the Period**—(Forward)	**$333,459.64**

***Gross Surplus for the Period (forward)**		**$333,459.64**
SURPLUS CHARGES (exclusive of dividends)		
License fee or tax of 15% of net taxable revenue for the preceding year ended November 1	$32,213.58	
Taxes on income for the preceding calendar year:		
Federal	43,429.26	
State of Maryland	2,388.95	
Provision for depreciation for the preceding calendar year, as determined by the company	21,901.19	
Total		99,932.98
Surplus for the Period, Before Dividends		**$233,526.66**
Dividend Paid, December 19, 1940		**99,780.00**
Surplus for the Period		**$133,746.66**

NOTES TO STATEMENT OF INCOME AND SURPLUS, ETC.

*Exclusive of or before provision for depreciation of property, Federal and State income taxes, and State license fee or tax of 15% of net taxable revenue.

NOTES:

A. No provision is included in the foregoing statement for depreciation of property, Federal and State taxes on income, and Federal unemployment compensation tax for the ten months ended October 31, 1941, for State unemployment compensation and Federal old-age benefits taxes for the month of October 1941, for license fee or tax of 15% of net taxable revenue for the period from November 2, 1940 to October 31, 1941, amounting to $44,270.47, or for Federal capital stock tax accrued for the period from July 1 to October 31, 1941.

B. The close of the company's accounting period (for the purpose of its annual report to the Maryland Racing Commission) was changed in 1941 from November 1 to October 31.

STATEMENT SHOWING COMPUTATION OF NET REVENUE FOR THE PERIOD FROM NOVEMBER 2, 1940 TO OCTOBER 31, 1941 TAXABLE BY THE MARYLAND RACING COMMISSION

Surplus for the Period		**$133,746.66**
AMOUNTS WHICH WERE DEDUCTED IN DETERMINING SURPLUS FOR THE PERIOD, BUT WHICH ARE NOT ALLOWED BY THE COMMISSION IN COMPUTING NET TAXABLE REVENUE:		
Taxes on income for the year ended December 31, 1940:		
Federal	$43,429.26	
State of Maryland	2,388.95	
State of Maryland license fee or tax of 15% of net taxable revenue for the year ended November 1, 1940	32,213.58	
Provision for depreciation for the year ended December 31, 1940, as determined by the company	21,901.19	
Dividend paid December 19, 1940	99,780.00	
Excess of officers' salaries and directors' compensation paid over amounts allowable by the Commission	3,316.67	
Payments to widows of former officer and former director	3,722.22	
Donations	3,000.00	
		209,751.87
Net Taxable Revenue Before Deducting Cost of Additions to Property		**$343,498.53**
DEDUCT COST OF ADDITIONS TO PROPERTY DURING THE PERIOD ENDED OCTOBER 31, 1941 (allowed by the Commission in computing net taxable revenue, as permitted by law):		
Parking area:		
Cost of land purchased	$10,810.90	
Construction of tunnel	8,288.22	
Excavating, grading, etc.	22,715.17	
Installation of new water tanks	1,611.86	
Track equipment—tractor, auto truck, mower, etc.	3,356.13	
Office and other furniture and fixtures, etc.	1,579.76	
		48,362.04
Net Revenue for the Period Ended October 31, 1941, Taxable by the Maryland Racing Commission		**$295,136.49**
License Fee or Tax of 15% of Net Taxable Revenue for the Period Ended October 31, 1941		**$44,270.47**

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of The Maryland State Fair, Incorporated, for the period from November 2, 1940 to October 31, 1941, and in our opinion the above statement sets forth the net revenue for the period ended the latter date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 20, 1941.

THE MARYLAND JOCKEY CLUB OF BALTIMORE CITY

STATEMENT OF INCOME AND SURPLUS FOR THE YEAR ENDED NOVEMBER 30, 1941

REVENUE

Admissions:		
General	$219,679.50	
Reserved seats	16,002.50	
Clubhouse	17,822.50	
Boxes	15,120.00	
Service charges in connection with complimentary badges	13,381.20	
Membership dues and initiation fees	25,725.00	
Pari-mutuel commissions and breakage	1,232,057.35	
Programs—net	16,810.54	
Concessions	12,500.00	
Rental of real estate	5,803.82	
For privilege of removal and operation of certain leased equipment	1,000.00	
Miscellaneous	4,617.86	
Total		$1,580,520.27

*EXPENSES

State license—25 days at $6,000.00 each	$150,000.00	
Baltimore County license—at $3,000.00 per day	75,000.00	
State tax on pari-mutuel sales	229,272.20	
State tax on admissions	1,968.37	
State license fee or tax of 15% of net taxable revenue for the current fiscal year—estimated	38,000.00	
Stakes and purses	378,700.00	
Groom fees	1,050.00	
Awards to breeders	7,500.00	
Trophies	4,619.25	
Pari-mutuel expenses:		
Salaries and wages	73,082.00	
Stationery and printing	5,068.99	
Transportation of money	1,030.00	
Cash shortage—net	268.10	
Odds and result board operating expense	6,250.00	
Rent of totalisator	28,500.00	
Salaries and wages of racing officials and employees	67,283.25	
Services of detective agency	12,479.51	
Ambulance service	825.00	
Rent of starting stalls, etc.	1,530.00	
Photo-finish and teletimer expense	3,125.00	
FORWARD	$1,085,551.67	$1,580,520.27

REVENUE—(Forward)				$1,580,520.27
*EXPENSES—(Forward)			$1,085,551.67	
Music and announcing			3,020.00	
Advertising and publicity service			16,131.40	
Officers' salaries, directors' compensation, and legal retainer fees:				
Alfred G. Vanderbilt:				
Salary as President	$2,000.01			
Compensation as Director	20.00			
		$2,020.01		
W. W. Lanahan:				
Salary as Vice-President	$1,500.00			
Compensation as Director	20.00			
		1,520.00		
M. L. Daiger:				
Salary as Secretary and General Manager	$10,000.00			
Compensation as Director	30.00			
		10,030.00		
H. A. Parr, III:				
Salary as Treasurer	$4,000.00			
Compensation as Director	30.00			
		4,030.00		
H. S. Thompson—salary as Assistant Treasurer		2,400.00		
Compensation as Director:				
D. Sterrett Gittings		30.00		
J. W. Y. Martin		10.00		
John E. Semmes		20.00		
John K. Shaw, Jr.		30.00		
Erle D. Walden		20.00		
Walter Wickes		30.00		
David F. Woods		30.00		
Semmes, Bowen and Semmes—legal retainer fees		3,000.00		
			23,170.01	
Office salaries			5,849.00	
Pensions to former officer and an employee			2,600.01	
Rent of track property			30,435.15	
Amortization of improvements to leased property and provision for depreciation of equipment			16,086.17	
Wages of regular track employees			19,251.07	
Repairs and maintenance of property			50,030.21	
Tools and supplies			1,533.72	
Auto and truck hire			2,870.40	
Water, heat, and light			4,518.47	
FORWARD			$1,261,047.28	$1,580,520.27

REVENUE—(Forward)			$1,580,520.27
*EXPENSES—(Forward)		$1,261,047.28	
Taxes—real estate, personal property, franchise, Federal capital stock, etc.		29,508.83	
Insurance premiums		30,447.23	
Stationery and printing		8,847.14	
Telephone and telegraph		3,338.74	
Legal and professional accounting expenses (exclusive of legal retainer fees)		2,721.87	
Interest on loans		133.70	
Donations:			
Associated Jewish Charities of Baltimore	$250.00		
Community Fund of Baltimore	1,000.00		
		1,250.00	
Payments under Maryland Revenue Act of 1939:			
Maryland State Fair Board		4,000.00	
Maryland Horse Breeders' Association		2,000.00	
Federal old-age benefits tax		1,826.94	
Unemployment insurance taxes		5,879.10	
Miscellaneous		4,910.99	
Total			1,355,911.82
***Net Income for the Year**			**$224,608.45**

SURPLUS CREDIT

Pari-mutuel tickets outstanding applicable to meetings of the year 1938, credited to surplus	6,249.65
***Gross Surplus for the Year**	**$230,858.10**

SURPLUS CHARGES

Balance of State of Maryland license fee or tax of 15% of net taxable revenue for the year ended November 30, 1940	$482.10	
Taxes on income for the year ended November 30, 1940:		
Federal	16,377.86	
State of Maryland	1,337.05	
Total		18,197.01
***Surplus for the Year**		**$212,661.09**

NOTES TO STATEMENT OF INCOME AND SURPLUS, ETC.

*Exclusive of or before provision for Federal and State taxes on income.

NOTE—The foregoing statement does not include:

Provision for depreciation of buildings and miscellaneous property acquired prior to December 1, 1936.

Federal unemployment insurance tax for the period from January 1 to November 30, 1941.

State unemployment insurance tax and Federal old-age benefits tax for the period from October 1 to November 30, 1941.

Provision for Federal capital stock tax accrued for the period from July 1 to November 30, 1941.

Portion of profit or loss applicable to the investment in capital stock of Maryland State Fair and Agricultural Society of Baltimore County, Md., an affiliated company. Based on statements submitted by the affiliated company (but not verified by Messrs. Haskins & Sells) the company's portion of loss sustained by the Society amounts to approximately $2,400 for the year ended November 30, 1941, as compared with a profit of approximately $18,500 for the preceding year.

STATEMENT SHOWING COMPUTATION OF NET REVENUE FOR THE YEAR ENDED NOVEMBER 30, 1941, TAXABLE BY THE MARYLAND RACING COMMISSION

Surplus for the Year		**$212,661.09**
AMOUNTS WHICH WERE DEDUCTED IN DETERMINING SURPLUS FOR THE YEAR, BUT WHICH ARE NOT ALLOWED BY THE COMMISSION IN COMPUTING NET TAXABLE REVENUE:		
Amortization of improvements to leased property and provision for depreciation of equipment	$16,086.17	
State of Maryland license fee or tax of 15% of net taxable revenue:		
Year ended November 30, 1940—balance	482.10	
Year ended November 30, 1941—estimated	38,000.00	
Donations	1,250.00	
Taxes on income for the year ended November 30, 1940:		
Federal	16,377.86	
State of Maryland	1,337.05	
		73,533.18
Net Taxable Revenue Before Deducting Cost of Improvements and Additions to Property		**$286,194.27**
DEDUCT COST OF IMPROVEMENTS AND ADDITIONS TO PROPERTY DURING THE YEAR ENDED NOVEMBER 30, 1941 (allowed by the Commission as a deduction in computing net taxable revenue, as permitted by law):		
Daily-double board in infield	$565.00	
Addition to little clubhouse	20,074.45	
Electrical work in little clubhouse	7,830.00	
Paving in front of paddock and walk to clubhouse	1,770.00	
Paving area west of large clubhouse	922.00	
Wire in front of press box	213.40	
Typewriter	119.60	
Twelve chairs	228.00	
Twelve floor lamps	99.49	
Beds for clubhouse	351.75	
Fire extinguishers	106.90	
Tractor	1,575.00	
		33,855.59
Net Revenue for the Year Ended November 30, 1941, Taxable by the Maryland Racing Commission		**$252,338.68**
License Fee or Tax of 15% of Net Taxable Revenue for the Year Ended November 30, 1941		**$37,850.80**

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of The Maryland Jockey Club of Baltimore City, for the year ended November 30, 1941, and in our opinion the above statement sets forth the net revenue for the year ended that date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 23, 1941.

THE SOUTHERN MARYLAND AGRICULTURAL ASSOCIATION OF PRINCE GEORGE'S COUNTY, MARYLAND

STATEMENT OF INCOME AND SURPLUS FOR THE YEAR ENDED DECEMBER 6, 1941

REVENUE

Admissions:		
General	$162,336.00	
Clubhouse	16,607.00	
Paddock	1,066.00	
Boxes	6,839.00	
Service charges in connection with complimentary badges	14,522.15	
Pari-mutuel commissions and breakage	1,142,893.00	
Programs—net	13,182.60	
Concessions	14,981.25	
Income on investments	1,900.20	
Miscellaneous	740.00	
Total		$1,375,067.20

*EXPENSES

State license—$6,000.00 per day	$150,000.00	
State tax on pari-mutuel sales	212,772.06	
State tax on admissions	1,274.82	
Stakes and purses	284,900.00	
Awards to breeders	4,250.00	
Groom fees	1,120.00	
Pari-mutuel espenses:		
Salaries and wages	61,769.06	
Rent of totalisator	50,732.09	
Stationery and printing	4,334.04	
Insurance on money	1,788.00	
Miscellaneous	1,501.33	
Salaries and wages of racing officials and employees	47,932.40	
Detective services	3,097.50	
Ambulance service	260.00	
Rent of starting stalls	1,600.00	
Photo-finish expense	2,500.00	
Music and announcing	979.00	
Advertising and publicity service	7,324.52	
FORWARD	$838,134.82	$1,375,067.20

REVENUE—(Forward)			$1,375,067.20
*EXPENSES—(Forward)		$838,134.82	
Officers' salaries, directors' compensation, and legal retainer fee:			
M. H. Magruder, President:			
Salary and Counsel fee	$9,000.00		
Compensation as Director	500.00		
		$9,500.00	
Wm. G. Brooke, Secretary:			
Salary	$2,500.00		
Compensation as Director	500.00		
		3,000.00	
Joseph A. Farrell, General Manager—salary		12,500.00	
A. S. Jump, Treasurer and Assistant Manager—salary		6,000.00	
James F. O'Hara, Jr., Assistant Manager—salary		6,875.00	
Mrs. Helen L. Boyle, Assistant Treasurer—salary		4,583.34	
Compensation as director:			
James A. Bean		500.00	
James B. Berry		500.00	
Frank M. Hall		500.00	
Guy W. Latimer		500.00	
Thomas N. Magruder		500.00	
Oliver S. Metzerott		500.00	
Ellis O. Middleton		500.00	
R. Lee Mullikin		500.00	
Harry Nally (including $250.00 paid to Mrs. Ella Q. Nalley, his widow)		500.00	
George N. Palmer		500.00	
			47,458.34
Office salaries			1,575.00
Wages paid to regular track employees			13,235.40
Repairs and maintenance			5,497.96
Transportation of horses			1,291.50
Light, heat, etc.			1,200.77
Taxes—real estate, personal property, franchise, Federal capital stock, etc.			13,322.47
Insurance premiums			10,354.03
Rent of offices			1,595.00
Stationery and printing			4,649.97
Telephone and telegraph			856,34
Professional services			928.44
Uncollectible accounts receivable written off			14.50
Interest on loans, etc.			165.85
FORWARD		$940,280.39	$1,375,067.20

REVENUE—(Forward)			$1,375,067.20
EXPENSES—(Forward)		$940,280.39	
Donations:			
Community Fund—Baltimore	$500.00		
Community Fund—Prince George's County	500.00		
United Service Organizations	400.00		
Sundry small donations	26.00		
		1,426.00	
Payments under Maryland Revenue Act of 1939:			
Maryland State Fair Board		4,000.00	
Maryland Horse Breeders' Association		2,000.00	
Federal old-age benefits tax		1,139.58	
Unemployment compensation taxes		3,434.34	
Miscellaneous		4,107.44	
Total			956,387.75
***Net Income for the Year**			**$418,679.45**
SURPLUS CREDIT			
Pari-mutuel tickets outstanding applicable to meetings of the year 1938, credited to surplus			3,437.95
***Gross Surplus for the Year**			**$422,117.40**
SURPLUS CHARGES (exclusive of dividends)			
State of Maryland license fee or tax of 15% of net taxable revenue for the preceding year ended December 6		$29,088.71	
Provision for depreciation for the preceding calendar year (as determined by the Association)		21,088.99	
Taxes on income for the preceding calendar year:			
Federal (including additional assessment of $615.01 applicable to prior years)		51,042.36	
State of Maryland		2,477.82	
Total			103,697.88
Surplus for the Year, Before Dividends			**$318,419.52**
Dividends Paid			**125,811.00**
Surplus for the Year			**$192,608.52**

NOTES TO STATEMENT OF INCOME AND SURPLUS, ETC.

*Exclusive of or before provision for depreciation of property, Federal and State taxes on income, and State license fee or tax of 15% of net taxable revenue.

NOTE:

No provision is included in the foregoing statement for depreciation of property, Federal and State taxes on income, and Federal unemployment compensation tax for the period from January 1 to December 6, 1941, for State unemployment compensation and Federal old-age benefits taxes for the period from October 1 to December 6, 1941, for license fee or tax of 15% of net taxable revenue for the year ended December 6, 1941, amounting to $63,705.96, or for Federal capital stock tax accrued for the period from July 1 to December 6, 1941.

STATEMENT SHOWING COMPUTATION OF NET REVENUE FOR THE YEAR ENDED DECEMBER 6, 1941, TAXABLE BY THE MARYLAND RACING COMMISSION

Surplus for the Year		**$192,608.52**
AMOUNTS WHICH WERE DEDUCTED IN DETERMINING SURPLUS FOR THE YEAR, BUT WHICH ARE NOT ALLOWED BY THE COMMISSION IN COMPUTING NET TAXABLE REVENUE:		
Taxes on income for the year ended December 31, 1940:		
Federal (including $615.01 applicable to prior years)	$51,042.36	
State of Maryland	2,477.82	
State of Maryland license fee or tax of 15% of net taxable revenue for the year ended December 6, 1940	29,088.71	
Provision for depreciation for the year ended December 31, 1940, as determined by the Association	21,088.99	
Dividends paid	125,811.00	
Donations	1,426.00	
Excess of officers' salaries, directors' compensation, and legal retainer fee paid over amount allowable by the Commission	22,458.34	
Salary paid to special inspector appointed by the Association	1,500.00	
		254,893.22
Net Taxable Revenue Before Deducting Cost of Additions to Property		**$447,501.74**
DEDUCT COST OF ADDITIONS TO PROPERTY DURING THE YEAR ENDED DECEMBER 6, 1941 (allowed by the Commission as a deduction in computing net taxable revenue, as permitted by law):		
Land	$9,601.62	
Additions to parks and approaches—retaining wall, walkway, fence, shrubbery, etc.	4,280.36	
Additions to filtration plant and water system —watertank, etc.	5,169.57	
Installation of wiring in stables	2,378.57	
Dump truck	1,273.24	
Furniture and fixtures	92.00	
		22,795.36
Remainder—Net revenue for the year ended December 6, 1941, taxable by the Maryland Racing Commission		**$424,706.38**
License Fee or Tax of 15% of Net Taxable Revenue for the Year Ended December 6, 1941		**$63,705.96**

ACCOUNTANTS' CERTIFICATE

MARYLAND RACING COMMISSION:

We have made an examination of the accounts of The Southern Maryland Agricultural Association of Prince George's County, Maryland, for the year ended December 6, 1941, and in our opinion the above statemnt sets forth the net revenue for the year ended that date which is taxable by the Maryland Racing Commission, and the tax computed thereon.

(Signed) HASKINS & SELLS.

BALTIMORE, December 23, 1941.

THE MARYLAND STATE FAIR BOARD

FINANCIAL STATEMENT

For the Year Ended November 30, 1941

RECEIPTS

Balance—December 1, 1940		$41,062.61
State appropriation	$60,154.00	
Harford Agricultural and Breeders' Association, (Havre de Grace)	2,000.00	
Maryland Jockey Club of Baltimore City, (Pimlico)	2,000.00	
Southern Maryland Agricultural Association, (Bowie)	2,000.00	
Total Receipts, 1941		66,154.00
Total Receipts, Including 1940 Balance		**$107,216.61**

EXPENDITURES

Salary and expense of Field Representative for year ended November 30, 1941	$3,749.30	
Film supplies	1,040.64	
Publicity and promotional work	1,521.41	
Girls' 4-H Club work	1,000.00	
Maryland Agricultural Society (Community Exhibits)	3,200.00	
Maryland Poultry Council	2,000.00	
Maryland Agricultural Society (Winter Show)	2,500.00	
Baltimore Livestock Show	5,400.00	
Cumberland Fair Association	5,000.00	
Carroll County Agricultural Fair Association, (Taneytown)	3,500.00	
Frederick Fair Association, (Frederick)	6,700.00	
Maryland State Fair and Agricultural Society of Baltimore County, (Timonium)	28,803.61	
Cecil County Breeders' Fair, (Fair Hill)	1,500.00	
Calvert County Fair Association, (Prince Frederick)	1,500.00	
Charles County Fair Association, (La Plata)	2,250.00	
Southern Maryland Horse Breeders' Association, (Harwood)	500.00	
Wicomico County Farm and Home Show, (Salisbury)	750.00	
Queen Anne County Fair	300.00	
Dairy Cattle Field Days	1,654.50	
Beef Cattle Field Days	132.50	
Total Expenditures		73,002.02
Balance on Hand as of November 30, 1941		**$34,214.59**

Submitted by: MARYLAND STATE FAIR BOARD

(Signed) P. C. Turner,
Chairman.

December 1, 1941.

AGRICULTURAL AND MECHANICAL ASSOCIATION OF WASHINGTON COUNTY

STATEMENT OF RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED NOVEMBER 30, 1941

REVENUE

Admissions	$37,896.10	
Pari-mutuel commissions and breakage	129,498.70	
Concessions	7,838.39	
Programs	3,299.52	
Entry fees	1,089.80	
Rentals	3,540.00	
Miscellaneous, (itemized list submitted)	1,362.72	
Total		$184,525.23

EXPENSES

County license—10 days at $50.00 per day		$500.00	
State tax of 2% on all money bet in excess of $500,000.00		14,226.26	
Admission tax:			
State of Maryland		1,606.78	
Federal Government		2,627.89	
Real estate taxes		1,446.80	
Running race purses		41,600.00	
Pari-mutuel salaries		15,712.50	
Services of detective agency		1,025.00	
Rental of stall gates and hauling		500.00	
Saliva tests		500.00	
Advertising and newspaper publicity		3,038.65	
Officers' salaries and directors' fees:			
Coffman, Andrew K., President	$25.00		
Bester, Harold F., Vice-President	2,516.00		
Wolf, Charles W., Recording Secretary	300.00		
Hershey, Roger C., Corresponding Secretary	200.00		
Brown, Thompson A., Treasurer	500.00		
Ankeney, David	16.00		
Baker, Joseph D.	16.00		
Corderman, Elmer	16.00		
Cunningham, Wm. F.	16.00		
Downey, Simon	16.00		
Huyett, Charles H.	16.00		
McHenry, William	16.00		
Pangborn, Thomas W.	16.00		
Snavely, Robert C.	16.00		
Wolfe, James T.	16.00		
Total		3,701.00	
FORWARD		$86,484.88	$184,525.23

REVENUE—(forward)			$184,525.23
EXPENSES—(forward)		$86,484.88	
Repairs and improvements		21,874.23	
Insurance premiums		6,622.79	
Premiums, (itemized list submitted)		6,611.19	
Pari-mutuel tickets and rental of equipment		4,018.80	
Starters services and stallgate operation		1,000.00	
Rental photo-finish camera and attendant		850.00	
Interest		63.33	
Caretaker and assistant's salaries		1,382.05	
Social security taxes		1,033.08	
Free attractions at fair		11,761.58	
Salaries and wages of fair and race meet employees		5,423.91	
Stationery, programs, tickets, forms, office supplies and postage		3,076.03	
Expenses of departments at fair (exclusive of premiums):			
Household	$333.00		
Poultry	1,088.61		
Horses	323.24		
Cattle	363.06		
Total		2,107.91	
Miscellaneous, (itemized list submitted)		6,956.73	
Total			159,266.51
Net Revenue for the Year Ended November 30, 1941			**$25,258.72**
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended November 30, 1941			**$1,262.94**

The above statement sets forth a true and accurate report of receipts and disbursements of the Agricultural and Mechanical Association of Washington County, for the fiscal year ended November 30, 1941.

(Signed) THOMPSON A. BROWN,
Treasurer

STATE OF MARYLAND, }
WASHINGTON COUNTY } ss:

I HEREBY CERTIFY that on this 10th day of December, before me, the subscriber, a notary public of the State of Maryland, in and for the City of Hagerstown, Washington County, aforesaid, personally appeared, T. A. BROWN, Treasurer of the Agricultural and Mechanical Association of Washington County, and made oath in due form of law that the aforegoing statement is true, to the best of his knowledge, information and belief.

WITNESS my hand and notarial seal.

(SEAL)

(Signed) I. WINIFRED ROWE,
Notary Public

HARFORD COUNTY FAIR ASSOCIATION, INCORPORATED

STATEMENT OF RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED DECEMBER 9, 1941

REVENUE FROM RACES

Admissions, boxes and club membership dues, including service charges in connection with complimentary badges and including Federal and State taxes collected	$33,702.10	
Pari-mutuel commissions	217,285.80	
Pari-mutuel breakage	16,163.20	
Program sales	5,090.85	
Concessions	3,000.00	
Manure sales	700.00	
Total Revenue from Races		$275,941.95

REVENUE FROM FAIR

Entry fees	$2,316.75	
Concessions—net	945.90	
Total Revenue from Fair		3,262.65
Mixed Revenue		1.39
Total Revenue		$279,205.99

RACING EXPENSES

County license—10 days at $50.00 per day	$500.00	
State tax at rate of 2% on all money bet in excess of $500,000.00	33,457.16	
Taxes on admissions, boxes, club membership dues and service charges:		
Federal	5,759.05	
State	4,399.80	
Purses	44,750.00	
Pari-mutuel expenses:		
Salaries and wages	15,042.00	
Supplies and stationery	297.30	
Rent of totalisator	3,500.00	
Transportation of money	500.00	
Robbery insurance premium	29.16	
Printing daily-double tickets	421.80	
Cash shortages—net	102.28	
Salaries and wages of racing officials	7,001.00	
Racing secretary's office stationery and supplies	273.75	
Services of detective agency and sheriff	3,316.00	
Hire of ambulance	150.00	
Rent of starting stalls	500.00	
Rent of approximate odds board	250.00	
Photo-finish expense	500.00	
Public address system expense	400.00	
FORWARD	$121,149.30	$279,205.99

REVENUE—(Forward)			$279,205.99
RACING EXPENSES—(Forward)		$121,149.30	
Saliva tests		500.00	
Vanning horses		868.00	
Hire of busses		1,762.50	
Advertising and publicity service		2,985.20	
Printing programs		1,514.70	
Printing tickets and badges		1,962.25	
Current repairs and maintenance		13,095.76	
Liability insurance premiums		390.93	
Jockeys' insurance premiums		420.00	
Supplies and small tools		862.85	
Telephone and telegraph		84.58	
Interest		86.67	
Total Racing Expenses			$145,682.74

FAIR EXPENSES

Premiums (supporting statement submitted)	$7,928.75		
Hire of tent and dynamometer	110.00		
Horse and pony show expense	702.16		
Farm Princess contest expense	54.80		
Free entertainment	206.25		
Wages of fair superintendents' their assistants' and other fair employees'	1,752.94		
Judges' expenses	84.33		
Advertising	276.67		
Electric wiring	69.73		
State tax on amusement tickets sold	2.90		
Liability insurance	121.00		
Stationery, ribbons and tickets	210.85		
Supplies and small tools	513.58		
Electricity	44.05		
Telephone and telegraph	26.94		
Postage	99.00		
Total Fair Expenses		$12,203.95	

MIXED EXPENSES

Officers' salaries and directors' fees:			
G. Ray Bryson, Vice-President and Managing Director	$7,500.00		
T. Roy Brookes, President	1,500.00		
A. G. Ensor, Treasurer	1,500.00		
Gladden Davis, Secretary	1,000.00		
Benjamin W. Amoss, Director	375.00		
A. H. Wilson, Director	375.00		
Clarence Streett, Director	375.00		
Ray C. Norman, Director	375.00		
Adolphe Pons, Director	375.00		
John N. Kunkel, Director	375.00		
C. C. Spencer, Director	250.00		
Total		14,000.00	
FORWARD		$14,000.00	$12,203.95 $145,682.74

REVENUE—(Forward)			$279,205.99
RACING EXPENSES—(Forward)		$145,682.74	
FAIR EXPENSES—(Forward)		$12,203.95	
MIXED EXPENSES—(Forward)	$27,859.28		
Legal retainer fee	1,500.00		
Accounting services	1,500.00		
Public stenographer and mimeographing	43.96		
Office salaries	3,090.00		
Caretaker's salary	737.50		
Janitress' wages	20.00		
Taxes allowed by the Commission as deductions in computing net taxable revenue:			
Franchise tax paid to State	68.00		
Bonus tax and filing fee paid to State Tax Commission	90.00		
County and State property taxes	1,276.48		
State unemployment tax	1,192.26		
Federal capital stock tax	1,000.00		
Employers' Federal old-age benefits tax	778.93		
Federal unemployment tax	100.48		
Current repairs	189.38		
Fire insurance premiums	2,108.70		
Liability insurance premiums	163.59		
Workmen's compensation insurance premiums	100.82		
Supplies and small tools	715.38		
Rent of office space in town of Bel Air	120.00		
Electricity and gas	437.60		
Telephone and telegraph	369.71		
Postage	293.68		
Documentary stamps	184.84		
Interest	232.87		
Miscellaneous expense	98.05		
New building constructed and equipment, buildings and land purchased:			
Combined clubhouse and exhibition hall	23,189.52		
Two frame buildings (on land purchased)	7,833.53		
Check writer	40.40		
Typewriter	55.00		
Addressograph	130.08		
Tractor	800.00		
Mower	157.75		
Grandstand and clubhouse chairs	8,571.23		
Land	3,192.28		
Total Mixed Expenses		74,382.02	
Total Expenses			$232,268.71
Net Revenue for the Year Ended December 9, 1941, Taxable by the Maryland Racing Commission			**$46,937.28**
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended December 9, 1941			**$2,346.86**

The foregoing statement is made on the basis of cash receipts and cash disbursements for the year ended December 9, 1941. The expenses listed in the foregoing statement do not include Federal income tax, Federal excess profits tax, Federal declared value excess profits tax, State income tax, depreciation, loss from demolition of old building, or donations. Federal income tax and Federal excess profits tax for the calendar year 1940, which were actually paid in the year ended December 9, 1941, and which are not included as expenses in the foregoing statement, amounted to $16,169.07. It is estimated that the Federal income tax, Federal excess profits tax and Federal surtax for the calendar year 1941, which are now accrued but not paid, and which are not included as expenses in the foregoing statement, will amount approximately to $34,000.00.

THE HARFORD COUNTY FAIR ASSOCIATION, INC.

BY: (Signed) A. G. Ensor

Secretary-Treasurer

STATE OF MARYLAND, }
HARFORD COUNTY } ss.

I HEREBY CERTIFY that on this 12th day of December, 1941, before me, the subscriber, a notary public of the State of Maryland, in and for Harford County, duly commissioned and qualified, personally appeared A. G. ENSOR, and made oath in due form of law that the foregoing statement with its supporting schedule of premiums paid, is true and correct to the best of his knowledge and belief.

WITNESS my hand and notarial seal the day and year last above written.

(Signed) CARVIL R. ARCHER,

(SEAL)

Notary Public

CUMBERLAND FAIR ASSOCIATION, INCORPORATED

STATEMENT OF RECEIPTS AND DISBURESMENTS FOR THE YEAR ENDED SEPTEMBER 30, 1941

REVENUE

Admissions	$16,987.52	
Pari-mutuel commissions and breakage	148,655.65	
Racing programs	4,228.47	
Concessions	4,002.72	
Entry fees	876.00	
Rentals	473.00	
Premium book advertising	705.00	
Donations	2,000.00	
Parking privileges	441.45	
Total		$178,369.81

EXPENSES

County license—10 days at $50.00 per day	$500.00	
State tax of 2% on money wagered in excess of $500,000.00	17,605.72	
Admission tax—State of Maryland	2,315.44	
Admission tax—Federal Government	2,811.96	
Saliva tests	500.00	
Starting stalls	500.00	
Photo-finish	750.00	
Exhibits—judging and expense	1,088.81	
Insurance on jockeys	440.00	
Repairs and maintenance	8,001.97	
Rent of totalisator	3,500.00	
Policing	3,255.00	
General manager's salary and expense	5,345.07	
Association labor	8,799.01	
Premiums, (supporting statement submitted)	5,918.25	
Coupon interest	5,496.00	
Interest on notes payable	6,964.66	
Advertising	3,045.10	
Racing officials—salaries and expense	7,474.20	
Association expense	5,732.21	
Insurance	2,744.13	
Pari-mutuel salaries and expense	11,759.25	
Purses	41,200.00	
Premium book and program costs	2,033.20	
Total		$147,779.98
Net Revenue for the Year Ended September 30, 1941		**$30,589.83**
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended September 30, 1941		**$1,529.49**

The above statement sets forth a true and accurate report of the income and expenditures of the Cumberland Fair Association for the fiscal year ending September 30, 1941.

(Signed) HARRY A. MANLEY
President

Sworn to and subscribed before me this 3rd of December, 1941.

(SEAL)

(Signed) CHARLES E. SHAW
Notary Public

SOUTHERN MARYLAND AGRICULTURAL FAIR ASS'N

STATEMENT OF RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 1941

REVENUE

Admissions	$27,413.00	
Pari-mutuel commissions and breakage	175,309.55	
Programs	2,476.90	
Concessions	5,169.10	
Miscellaneous	2,963.88	
Total		$213,332.43

EXPENSES

County license—10 days at $50.00 per day		$500.00	
State tax of 2% on all money bet in excess of $500,000.00		22,481.86	
Real estate taxes		635.85	
Other taxes		5,800.90	
Purses		40,500.00	
Pari-mutuel salaries and expenses		9,878.74	
Salaries and wages of racing officials and employees		7,386.17	
Services of detective agency		2,364.00	
Advertising and publicity services		2,381.01	
Officers' salaries and directors' fees:			
Joseph A. Farrell	$3,000.00		
James F. O'Hara, Jr.	2,500.00		
Mrs. Helen Boyle	2,000.00		
Alton S. Jump	1,000.00		
William G. Brooke	520.00		
M. Hampton Magruder	20.00		
Frank M. Hall	20.00		
James B. Berry	20.00		
John Parran	20.00		
Total		9,100.00	
Repairs and improvements		9,344.45	
Insurance premiums		3,027.75	
Premiums, (itemized list submitted)		6,473.12	
Camera expense		750.00	
Rent of totalisator		3,500.00	
Interest		21.74	
Miscellaneous		3,214.93	
Total			$127,360.52
Net Revenue for the Year Ended September 30, 1941			**$85,971.91**
License Fee or Tax of 5% of Net Taxable Revenue for the Year Ended September 30, 1941			**$4,298.60**

STATE OF MARYLAND,
CITY OF BALTIMORE } ss.

I HEREBY CERTIFY that on this 7th day of October, before me, the subscriber, a notary public of the State of Maryland, in and for the City of Baltimore, aforesaid, personally appeared, ALTON S. JUMP, Assistant Manager of Southern Maryland Agricultural Fair Association, and made oath in due form of law that the aforegoing statement is true, to the best of his knowledge, information and belief.

WITNESS my hand and notarial seal.

(SEAL) (Signed) VESTILLIA F. PORTER
Notary Public

MARYLAND STATE FAIR AND AGRICULTURAL SOCIETY OF BALTIMORE COUNTY

STATEMENT OF RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED NOVEMBER 30, 1941

REVENUE

Boxes and reserved seats	$1,951.50	
Entrance fees	3,461.00	
Gate admissions	55,792.80	
Miscellaneous income	1,472.99	
Pari-mutuel commissions	187,221.90	
Pari-mutuel breakage	15,282.00	
Privileges	9,456.95	
Programs net	3,714.45	
Baltimore County Commissioners	2,000.00	
Maryland State Fair Board	28,803.61	
Pari-mutuel outs, 1938	616.35	
Total Revenue		$309,773.55

EXPENSES

County license—10 days at $50.00 per day	$500.00	
State tax of 2% on all money bet in excess of $500,000.00	27,444.36	
Advertising	3,000.39	
Agricultural expense	1,157.10	
Ambulance	150.00	
Boys bands	275.00	
Catalogue	206.04	
Detective service	1,580.90	
Directors' fees	300.00	
Insurance	11,536.72	
Interest, bank loan	274.32	
Maintenance and repairs, (supporting statement submitted)	106,210.32	
Miscellaneous expense, (supporting statement submitted)	12,131.27	
Over and short a/c pari-mutuel	20.41	
Pari-mutuel stationery	385.38	
Premiums, (supporting statement submitted)	35,940.28	
Racing purses	42,500.00	
Rent of totalisator	3,500.00	
Salaries, miscellaneous employees	8,630.08	
Salaries, pari-mutuel employees	12,365.80	
Salaries, racing officials and employees	16,215.00	
FORWARD	$271,957.57	$309,773.55

REVENUE—(forward)			$309,773.99
EXPENSES—(forward)		$271,957.57	
Salaries, officers and department heads:			
Laban Sparks, President	$2,500.00		
R. J. Walden, Vice-President	500.00		
H. A. Parr, 3rd, Treasurer	2,500.00		
M. L. Daiger, Secretary	6,000.00		
DEPARTMENT HEADS			
Dean Bedford	500.00		
G. H. Hibberd	1,000.00		
W. R. Harvey	1,000.00		
Miss K. E. Braithwaite	1,000.00		
George F. Derr	450.00		
T. E. McAfee	400.00		
W. C. Price	500.00		
Total		16,350.00	
Starting gate and photo-finish		1,000.00	
Stationery and printing		2,770.79	
Taxes—real estate, capital stock, tangible property and unemployment compensation fund		5,887.57	
Telephone and telegraph		59.15	
Tools and supplies		43.08	
Vanning and money wagon		1,256.50	
Water and light		210.16	
Total Expenses			$311,900.62
Net Loss for the Year Ended November 30, 1941			**$2,127.07**

(SEAL)

MARYLAND STATE FAIR AND AGRICULTURAL SOCIETY OF BALTIMORE COUNTY

BY: (Signed) M. L. Daiger,
Secretary

Sworn to and subscribed before me this
9th day of December, 1941.

(Signed) HOWARD S. THOMPSON,
Notary Public

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